

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Moab Field Office
82 East Dogwood Avenue
Moab, Utah 84532

3809
(UT-062)

FEB 26 1999

Mr. Anthony A. Gallegos
Utah Department of Natural Resources
Division of Oil, Gas and Mining (UDOGM)
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

Re: Reclamation Surety Bond Reduction Request for 43 CFR 3809 Plan of Operations
UTU-72499, UDOGM File # M/037/088.

Dear Mr. Gallegos:

On January 19, 1999, our office received a copy of the above-referenced bond reduction request letter, which is dated January 15, 1999. On February 18, a field inspection was made by Lynn Jackson and Sal Venticinque of my staff in order to field check the indicated land disturbances. Each of the disturbances identified in Summo's letter were accurate. However, it was also found that an access road width averaging 14' (rather than the 10' identified by Summo) would be more appropriate for use in all of the access road computations.

In addition, 4 drilled well pads, each of average size 80' by 30', 4 undrilled well pads, each of average size 150' by 60', and about 1500' of well pad-related access road (14' average width) were also found during the inspection of the UTU-72499 site. The total area of these 8 additional pads is approximately 45600 square feet, while the total additional pad-related access road area is approximately 21000 square feet, for a total unreclaimed area of approximately 66600 square feet.

The approximate locations of these additional disturbances, each located in T30S, R25E (SLM) are:

Section 25: SW1/4 NW1/4 SW1/4; undrilled well pad and 200' of access road.

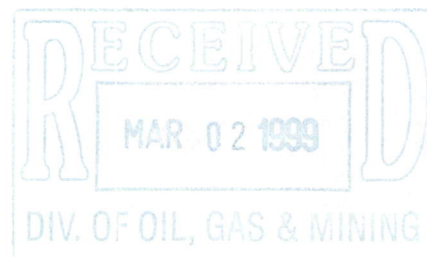
Section 25: S1/2 SW1/4; drilled well pad and 500' of access road.

Section 25: SE1/4 NE1/4 SW1/4, SW1/4 NW1/4 SE1/4; 2 undrilled well pads and 80' of access road.

Section 26: SE1/4 NW1/4 NE1/4; drilled well pad and 120' of access road.

Section 26: NE1/4 SW1/4 NE1/4; undrilled well pad and 250' of access road.

Section 26: SW1/4 NE1/4 NE1/4, NW1/4 SE1/4 NE1/4; 2 drilled well pads and 400' of access road.




We approve Summo's reclamation surety bond reduction request, subject to the following stipulations:

- (1) Summo USA Corporation/Lisbon Valley Copper Company LLC agrees to post the appropriate reclamation surety bond amount to cover all of the additional above-referenced land disturbances.
- (2) Summo USA Corporation/Lisbon Valley Copper Company LLC will not, as of February 18, 1999 be authorized by the BLM to engage in any additional operations [operations as defined in 43 CFR 3809.0-5(f), October 1, 1997 CFR edition] under UTU-72499 until appropriate additional reclamation surety bond amount is posted to cover any such future land disturbances.

If you have any questions, please contact Mr. Venticinque at (435) 259-2141.

Sincerely,



Assistant Field Office Manager
Resource Management

cc: Mr. Robert Prescott
Summo USA Corporation/Lisbon Valley Copper Company LLC
2295 South Highway 191
Moab, Utah 84532

